

FRANCHISE TAX BOARD  
MINUTES  
JUNE 5, 2008 MEETING

The Franchise Tax Board met in open session at 9:30 a.m. at the Franchise Tax Board, 9646 Butterfield Way, Gerald Goldberg Auditorium, Sacramento, California. Present were Deputy Controller Marcy Jo Mandel representing Hon. John Chiang, Hon. Judy Chu, Ph.D., and Hon. Michael C. Genest.

**Franchise Tax Board**

**Staff Participating:** Selvi Stanislaus, Geoffrey S. Way, Patrick Kusiak, Brian Putler, Cathy Cleek, Michelle Fallon, Anne Miller, Ben Miller, Adam Susz, Marlene White, Melissa Wulff, Colleen Berwick and Susan Borgman.

**Others Participating:** David Doerr, California Taxpayers' Association

**Item 1. – Approval of Minutes**

The minutes of the March 6, 2008, Franchise Tax Board meeting were unanimously approved (3-0).

**Item 2. – Legislative Matters**

Bill(s) for position – Possible Board action.

AB 2487 – Allow FTB to collect domestic violence civil judgments. Member Chu, sponsor, provided a summary of the bill.

The Board voted 2-0 (Member Genest abstaining) to support the bill.

**Item 3. – Regulation Matters**

a. Proposed Regulation 25136 (Sales Factor. Sales Other than Sales of Tangible Personal Property in this State) – Staff report and possible Board action.

The Board received a staff report on this regulation.

The Board directed staff to provide examples to illustrate the operation of the cascading rules and voted unanimously (3-0) to approve initiation of the formal regulatory process.

b. Proposed Regulations 23701(i) (Group Exemptions for Unincorporated Chapters) and 23772(d) (Information Returns and Statements Exempt Organizations) – Staff report and possible Board action.

The Board received a staff report and voted unanimously (3-0) to approve the staff request to hold an interested parties meeting and, if no concerns are raised, to proceed with the formal regulatory process.

**Item 4. – FTB Goes Green**

The Board received a staff report.

**Item 5. – 2008 Filing Season Update**

The Board received a staff report.

**Item 6. – CCSAS Update**

The Board received a staff report.

**Item 7. – Administrative Matters**

Information Items.

- a. Status of 2008/2009 Budget
- b. Introduction of 2009/2010 Conceptual Budget Change Proposals

The Board received a staff report on the above items.

The Board heard from the following member of the public regarding this Agenda item:

David Doerr – California Taxpayers' Association.

**Item 8. – Executive Officer's Time**

Ben Miller gave a report on the project by the National Conference of Commissioners on Uniform State Laws to revisit the Uniform Division of Income for Tax Purposes Act (UDITPA).

**Item 9. – Board Members' Time**

The Board members presented a Resolution to Titus Toyama commending him for his service at FTB.

Member Chu reported on the Multistate Tax Commission's Legislative Day that she attended on May 7<sup>th</sup> in Washington, DC.

The Deputy Controller announced the agenda for and the Board convened in Closed Session commencing at 10:55 a.m. pursuant to Government Code section 11126.3.

The Board reconvened in Open Session and adjourned the meeting at 11:41 a.m.

---

Board Liaison

---

Date